

DIRECTOR'S OFFICE
DEPT. OF
TREASURY
BENJAMIN J. CAYETANO
GOVERNOR

OCT 7 9 20 AM '99



**STATE OF HAWAII
DEPARTMENT OF ACCOUNTING
AND GENERAL SERVICES**

P. O. BOX 119
HONOLULU, HAWAII 96810-0119

RAYMOND H. SATO

COMPTROLLER

MARY PATRICIA WATERHOUSE
DEPUTY COMPTROLLER

OCT 6 1999

COMPTROLLER'S MEMORANDUM NO. 1999-30

TO: Heads of Departments

SUBJECT: Financial Statement Reporting

This memorandum is to inform all departments that for consistent financial reporting, the Year 2000 disclosure should be included as Required Supplementary Information (RSI) in your audited financial statements. The RSI should be a separate section immediately following the notes to the financial statements and before the section on Supplementary Information.

In addition, the fringe benefits included in the amount of the vacation leave liability reflected in your audited statements should be limited to the employer's share of social security and medicare taxes (7.65%).

Should there be any questions, please call Wayne Horie of our Accounting Division at 586-0600.


RAYMOND H. SATO
Comptroller